

Form 1041 TY2013 Known Issues and Solutions for ATS
12/17/2013

Item #	Date Added	Scenario #/ Form	Scenario EIN	Description of the Problem	Element	Solution	Status
1	9/27/2013	Scenario #3 Schedule H (Form 1040)	00-4012343	Schedule H (Form 1040) schema requires an SSN, which is not applicable for 1041 filers	SSN	12/17/2013 The SSN field on Schedule H (Form 1040) can be left blank. Prior solution (before 12/16/2013): Use "123-00-4567" as the SSN for Schedule H (Form 1040) for ATS testing. "SSN" will become optional in the schema package to be delivered in December.	Closed - Schema corrected in version 4.1
2	10/28/2013	Scenario #2 Schedule F Form 8801 Form 8912	00-4000002	Income was shown on all parts of Schedule F and it was unclear if the filer was using the "Cash" method or the "Accrual" method. Form 4136 produces a credit and it was not clear of how to add back into the Schedule F income.	n/a	Removed Forms 8801 & 8912. Schedule F (Form 1040) changes: Filer is using "Accrual Method." We removed figures on Part I Line 1a. Line 9 of Part I will be required to be filled in since it is part of the "Accrual Method". Part II checkbox 36a was updated to reflect "All investment income is at risk." We corrected the amount in Part II Line 37 to \$299,268 and add \$732 to Line 43.	Closed - updates made in file dated 10/28/2013

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3	10/28/2013	Scenario #5 Schedule F Form 1041	00-4000085	<p>1) 1041 line 16 should be the total of lines 10 – 15c which is \$26,600 but it shows \$1,600 in the scenario.</p> <p>2) Schedule F has the same problem that scenario 2 has.</p> <p>3) Schedule B line 11 shows \$80,000 total distributions but the total distributions shown on all Forms K-1 are \$129,622.</p>	n/a	<p>1) Solution for Schedule F is the same as Scenario #2 dated 10/28/2013.</p> <p>2) Form 1041 line 16 will be corrected to reflect it as blank.</p> <p>3) The Schedule K-1s (Form 1041) Line 1 is changed to 5200 and Line 6 is changed to 34800, which equals 40,000 per K-1 (80,000 total)</p>	Closed - updates made in file dated 10/28/2013
4	10/28/2013	Scenario #3 Schedule K1		The interest income on Line 1 of the K1's was not reduced by the taxable income on Form 1041, Line 1 before distribution was made, allocating the taxable income to the beneficiaries on the K1's.		<p>The K1s have been corrected to reflect the Interest Income on each K1, Line 1 as \$17750 instead of \$18125.</p> <p>The K1's were reduced by \$375 to show \$17750. The \$375 x 4 K1's represent \$1500 allocated taxable income from the bottom of the first page of the scenario table "Tax Exempt Expense Allocation Statement".</p>	Closed - updates made in file dated 10/28/2013
5	10/28/2013	Scenario #1 Cover Page	00-4043211	The payment amount in the IRS Payment Record on the Cover Page is incorrect.		Change the payment amount in the IRS Payment Record on the cover page from \$223 to \$315.	Closed - updates made in file dated 10/28/2013

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6	10/28/2013	n/a		Business Rule F1041-074 was erroneously rejecting. F1041-074: Form 1041, Schedule G, Line 2c 'CYNonrefundableAMTCrAmt' must be equal to Form 8801, Line 25 'CYNonrefundableAMTCrAmt'.	n/a	12/17/2013 Rule will be re-enabled in ATS by 12/23. Previous solution (prior to 12/16/2013) This rule will be turned off in ATS. The rule will be fixed on 12/16/2013.	Closed - Rule was corrected on 12/17/2013
7	11/1/2013	Scenario #1 Cover Page	00-4043211	Depreciation on rental income distributed to beneficiaries was reported twice - on Form 1040 Sch E and as a Directly Apportioned Deduction in Box 9 of Sch K-1s.	DirectlyApporti onedDedExpln	Deleted Box 9 amount on Sch K-1s. Statement information for Form 1041 Sch K-1s Box 9 was removed from the Cover page.	Closed - updates made in file dated 11/4/2013
8	11/1/2013	Scenario #1 Schedule K-1s	00-4043211	Depreciation on rental income distributed to beneficiaries was reported twice - on Form 1040 Sch E and as a Directly Apportioned Deduction in Box 9 of Sch K-1s.	DirectlyApprtn DeductionsCd	Removed Directly Apportioned Deduction from Box 9 of Form 1041 Sch K-1s.	Closed - updates made in file dated 11/4/2013
9	11/1/2013	Scenario #1 Form 4562	00-4043211	Form 4562 - dates on Lines 19h and 19i, column (b) were before 2013.	From: DepreciationDe ductionAmt To: MACRSDeFor AstInSrcvBfrPY	Information on Form 4562 Lines 19h and 19i was deleted and the total Depreciation deduction from those lines (5,686) was moved to Form 4562 line 17.	Closed - updates made in file dated 11/4/2013

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10	11/1/2013	Scenario #1 Form 1040 Sch E Line 7C	00-4043211	Line 7C incorrect	CleaningAndMaintenanceAmt	Changed from 5,000 to 5,500.	Closed - updates made in file dated 11/4/2013
11	11/1/2013	Scenario #1 Form 8582-CR Line 6	00-4043211	Form 8582-CR line 6 amount was not provided.	NetPassiveIncomeTaxAmt	Form 8582-CR Line 6 amount-- 92.	Closed - updates made in file dated 11/4/2013
12	11/1/2013	Scenario #6 Cover Page	00-4043211 Amended	Depreciation on rental income distributed to beneficiaries was reported twice - on Form 1040 Sch E and as a Directly Apportioned Deduction in Box 9 of Sch K-1s.	DirectlyApportionedDedExplan	Deleted Box 9 amount on Sch K-1s. Statement information for Form 1041 Sch K-1s Box 9 was removed from the Cover page.	Closed - updates made in file dated 11/4/2013
13	11/1/2013	Scenario #6 Schedule K-1s	00-4043211 Amended	Depreciation on rental income distributed to beneficiaries was reported twice - on Form 1040 Sch E and as a Directly Apportioned Deduction in Box 9 of Sch K-1s.	DirectlyApprtnDeductionsCd	Removed Directly Apportioned Deduction from Box 9 of Form 1041 Sch K-1s.	Closed - updates made in file dated 11/4/2013
14	11/1/2013	Scenario #6 Form 4562	00-4043211 Amended	Form 4562 - dates on Lines 19h and 19i, column (b) were before 2013.	From: DepreciationDeductionAmt To: MACRSDedForAstInSrvBfrPY	Information on Form 4562 Lines 19h and 19i was deleted and the total Depreciation deduction from those lines (5,686) was moved to Form 4562 line 17.	Closed - updates made in file dated 11/4/2013
15	11/1/2013	Scenario #6 Form 1040 Sch E Line 7C	00-4043211 Amended	Line 7C incorrect	CleaningAndMaintenanceAmt	Changed from 5,000 to 5,500.	Closed - updates made in file dated 11/4/2013

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16	11/1/2013	Scenario #6 Form 8582-CR line 6	00-4043211 Amended	Form 8582-CR line 6 amount was not provided.	NetPassiveInco meTaxAmt	Form 8582-CR Line 6 amount-- 92.	Closed - updates made in file dated 11/4/2013
17	11/1/2013	Scenario #5 Form 8801	00-4000085	Form 8801 instructions state Estates and Trusts leave lines 1-3 blank.		Form 8801 amounts removed from Lines 1-3 and entered \$90,800 on Line 4.	Closed - updates made in file dated 11/4/2013
18	11/1/2013	Scenario #5 Form 8960	00-4000085	Form 8960 Line 18b incorrect		Form 8960 corrected to match net investment income of \$10,400 from K-1's	Closed - updates made in file dated 11/4/2013
19	11/1/2013	Scenario #5 Forms K-1	00-4000085	Form 1041 is not a Final Return		Forms K-1 were updated to remove the checkbox shown as "Final"	Closed- updates made in file dated 11/4/2013
20	11/4/2013	Scenario #1 1041 Sch J	00-4043211	Throwback year in Part II and Part III not a four digit year format		Form 1041 Sch J corrected Throwback year in Part II and III to 2012	Closed- updates made in file dated 11/4/2013
21	11/4/2013	Scenario #6 1041 Sch J	00-4043211 Amended	Throwback year in Part II and Part III not a four digit year format		Form 1041 Sch J corrected Throwback year in Part II and III to 2012	Closed- updates made in file dated 11/4/2013

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22	11/4/2013	Scenario #6 1041	00-4043211 Amended	Amended return box not checked		Amended Return box on 1041 checked	Closed- updates made in file dated 11/4/2013
23	11/6/2013	Scenario #1 Sch I	00-4043211	Sch I left blank. Insufficient information to process return		Provided Lines 1, 3, 30, and 33	closed - updates made in file 11/06/2013
24	11/6/2013	Scenario #6 Sch I	00-4043211 Amended	Sch I left blank. Insufficient information to process return		Provided Lines 1, 3, 30, and 33	closed - updates made in file 11/06/2013
25	11/6/2013	Scenario # 1 Form 4562	00-4043211	Form 4562 Line 19d(g) incorrect		Changed Form 4562 19d(c) Basis to 4990 and 19d(d) Recovery period to 10 years. 19d(g) remains the same	closed - updates made in file 11/06/2013
26	11/6/2013	Scenario # 6 Form 4562	00-4043211 Amended	Form 4562 Line 19d(g) incorrect		Changed Form 4562 19d(c) Basis to 4990 and 19d(d) Recovery period to 10 years. 19d(g) remains the same	closed - updates made in file 11/06/2013
27	11/6/2013	Scenarios 2, 3 & 5 Sch I	(2) 00-4000002 (3) 00-4012343 (5) 00-4000085	Insufficient information to process returns		Updated Scenario #2 to include amount of \$129,623 on Sch I Lines 1, 25, & 30. Updated Scenario #5 to include amount \$329,623 on Sch I Lines 1, 25, & 30.	closed - updates made in file 11/08/2013

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28	11/6/2013	1041 MeF ATS Questionnaire		The ATS questionnaire for the 1041 MeF program does not include a Yes/No checkbox for software developers to indicate if they will support Binary Attachments (PDF).		<p>If the software will support Binary Attachments (PDF), no action is needed.</p> <p>If the software will not support Binary Attachments (PDF), indicate in the General Limitations box you will not support PDFs. Resend the Questionnaire to the e help Desk.</p> <p>Note: If Binary Attachments are not supported, software developers may substitute the Practitioner PIN Signature for the Form 8453-FE Signature Document for all 1041 MeF test scenarios.</p>	closed 11/6/2013
29	11/6/2013	Scenario #3 Form 4255	00-4012343	Form 4255, Line 2 amount of \$50,000 is incorrect and will not accurately result in the correct amount on Line 3.	N/A	Form 4255, Line 2 was changed from 50,000 to 100,000 in order to net the correct amount on Line 3.	closed - updates made in file 11/08/2013
30	11/6/2013	Scenario #3 Schedule I	00-4012343	Form 1041 Sch I, needed additional data added to the test scenario to be used effectively.	N/A	Sch I, Lines 1, 25, 30, 31 and 41 had data added in order to effectively test the scenario.	closed - updates made in file 11/08/2013
31	11/6/2013	Scenario #3 Form 4797	00-4012343	Form 4797 data did not reflect the correct amount being carried forward to Sch D and Form 1041. The amount shown was 83000.	N/A	Form 4797 data was revised to show the correct amount of 94,000 instead of 83,000 being carried forward to Sch D and Form 1041.	closed - updates made in file 11/08/2013

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32	11/6/2013	Scenario #3 Schedule D	00-4012343	Sch D data did not reflect the correct amount being carried forward to Form 1041 of 83,000.	N/A	Sch D data was revised to show the correct amount of \$94,000 being carried forward to Form 1041.	closed - updates made in file 11/08/2013
33	11/6/2013	Scenario #3 Schedule I	00-4012343	Schedule I , Part II, Line 35, Part III & IV data was omitted.	N/A	Schedule I, Part II was recalculated to include Line 35 income. Part II and Part IV was also calculated.	closed - updates made in file 11/08/2013
34	11/7/2013	Scenario #4 Form 1041	00-4011114	Form 1041, Page2, SchG line 1a tax amount was not rounded up	N/A	Form 1041, Page2 SchG line 1a was recalculated to round up.	closed - updates made in file 11/08/2013
35	11/7/2013	Scenario #4 Schedule I	00-4011114	Schedule I, Page2 Lines 52,54 and 55 tax amount was not rounded up	N/A	Schedule I, page 2 Lines 52, 54 and 55 were recalculated	closed - updates made in file 11/08/2013
36	11/7/2013	Scenario#4 Form 1116 (LSD)	00-4011114	Form 1116 (LSD) page 2 Part IV included the credit on both Forms 1116	N/A	Form 1116 (LSD) Removed the \$1,000 credit off of page 2 Part IV	closed - updates made in file 11/08/2013
37	11/7/2013	Scenario#4 Form 1116 (Passive)	00-4011114	Form 1116 (Passive) Page 2 Line 18 included the deduction for your exemption of \$600	N/A	Form 1116 (Passive) Page2 Line 18. Added the \$600 (exemption) back in and recalculated line 18.	closed - updates made in file 11/08/2013

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38	11/7/2013	Scenario#4 Form 4952	00-4011114	Form 4952, Lines 4a,4c,4h and 6 should include interest earned of \$80,000	N/A	Form 4952, Lines 4a,4c,4h and 6 . Corrected to should interest earned of \$80,000	closed - updates made in file 11/08/2013
39	11/7/2013	Scenario#4 Form K-1	00-4011114	Form K-1 Tax year incorrect	N/A	Form K-1, Changed Tax Year to 2014	closed - updates made in file 11/08/2013
40	11/19/2013	Scenario #6 Cover Page	00-4043211	Form 8960 needs to be filed. Added to amended return.		Form 8960 added to Forms list.	closed - updates made in file 11/22/2013
41	11/19/2013	Scenario #6 Form 8960	00-4043211	Trust owes Net Investment Income Tax		Form 8960 added	closed - updates made in file 11/22/2013
42	11/19/2013	Scenario #6 Form 1041	00-4043211	Trust owes Net Investment Income Tax		Form 1041 -line 24a estimated payment changed from 1315 to 1796.	closed - updates made in file 11/22/2013
43	11/20/2013	Scenario #1 Form 8949	00-4043211	Form 8949 Part II, Line 3 e basis amount incorrect		This change was reversed on 11/27. The Form 8949 Part II, Line 3 e Basis for 45 Shares of Corp B will remain 5,000	closed - updates made in file 11/27/2013

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44	11/20/2013	Scenario #6 Form 8949	00-4043211	Form 8949 Part II, Line 3e basis- amount incorrect		This change was reversed on 11/27. The Form 8949 Part II, Line 3 e Basis for 45 Shares of Corp B will remain 5,000	closed - updates made in file 11/27/2013
45	12/4/2013	Scenario #4	00-401114	Form 8960		Form 8960 will be added to Test Scenario#4 at a later date.The Schedule K-1, Line 14 is impacted by the Form 8960. We are working on determining the correct amount for the Schedule K- 1. Scenario# 4 can still pass testing without Form 8960.	Open
46	12/4/2013	Scenario #1	00-4043211	Form 4562 Part III B Line 19d(C) incorrect		Form 4562 Part III B line 19d(C) changed to 9980.	closed - updates made in file 12/4/2013
47	12/4/2013	Scenario #6	00-4043211	Form 4562 Part III B Line 19d(C) incorrect		Form 4562 Part III B line 19d(C) changed to 9980.	closed - updates made in file 12/4/2013
48	12/4/2013	Scenario #6	00-4043211	Form 8582-CR line 6 amount -- 92		We have received a question about this amount and are researching to determine if a change is needed	Open
49	12/4/2013	Scenario #2	00-4000002	Schedule F Line G can be checked only if line F is answered "Yes".		Corrected Sch F Line G to show as blank.	Closed- updates made in file dated 12/4/2013

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50	12/4/2013	Scenario #5	00-4000085	Schedule F Line G can be checked only if line F is answered "Yes".		Corrected Sch F Line G to show as blank.	Closed-updates made in file dated 12/4/2013